GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:4083
ANSWERED ON:18.08.2000
IMPACT OF LIBERALISATION ON SSIS
MOHAMMED SHAHABUDDIN

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether there is any demand to study the impact of liberalisation/globalisation on the small scale industries and need to hear the grievances of aggrieved entrepreneurs;

(b) if so, the details thereof;

(c) whether the Government are aware that a campaign against the economic reforms has been launched;

(d) if so, the details of post reform performance of SSIs and the implication on the SSIs after the removal of quantitative restrictions from 714 items; and

(e) the reaction of the Government in this regard?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (DR. RAMAN SINGH)

(a) : No, Sir.

(b): Does not arise.

(c) to (e): The Government has put in place several measures in order to protect the interests of small scale industries and help them become globally competitive. These include, inter alia, special focus on areas such as infrastructure assistance, technology upgradation, timely availability of credit, adoption of modern management and production practices, use of electronic infrastructure and IT applications, marketing assistance, timely dissemination of information, sensitisation of small industries to other emerging challenges of trade liberalisation, etc.

The post reform performance of small scale industries is given in the Annexure.

ANNEXURE

Annexure referred to in reply to parts (c) to (e) of Lok Sabha Unstarred Question No. 4083 for answer on 18.08.2000.

TABLE I

PERFORMANCE OF SMALL SCALE SECTOR

Year	No. of units (lakh nos.)	Production (Rs. Crores) (at current prices)	(at constant (1990-91)	Employment (lakh nos.)	Exports (Rs. Croes)
1990-91	19.48 (6.86)	1,55,340 (9.46)	1,55,340 (4.77)	125.30 (26.74)	9,664
1991-92	20.82 (6.88)	1,78,699 (3.80)	1,60,56 (3.59)	129.80 (43.65)	13.883
1992-93	22.46 (7.88)	2,09,300 (5.60)	1,69,125 (3.28)	134.06 (28.11)	17,785

1993-94 23.81 2,41,648 1,81,133 139.38 25,307
(6.01) (7.10) (3.97) (42.9)

1994-95 25.71 2,93,990 1,99,427 146.56 29,068
(7.98) (10.1) (5.15) (14.86)

1995-96 27.24 3,56,213 2,22,162 152.61 36,470
(5.95) (11.40) (4.13) (25.50)

1996-97 28.57 4,12,636 2,47,311 160.00 39,249
(4.88) (11.3) (4.84) (7.61)

1997-98 30.14 4,65,171 2,68,159 167.20 43,946
(5.5) (8.43) (4.5) (11.97)

1998-99(P) 31.21 5,27,515 2,88,807 171.58(Pj) 48,979
(3.55) (7.7)Â® (2.62) (11.45)

1999-2000 32.25 5,78,470 3,12,576 177.30 N.A.
(3.33) (8.23) (3.33)

(P) - Provisional. (Pj)-Projected. (r) Revised

Figures in the brackets give the percentage increase over the previous year.

TABLE II

SSI GROWTH: TARGET AND ACHIEVEMENT (%) (At 1990-91 prices)

Year Target Achievement

1991-92 3.0 3.1
1992-93 5.0 5.6
1993-94 7.0 7.1
1994-95 9.1 10.1
1995-96 9.1 11.4
1996-97 9.1 11.3
1997-98 9.1 8.43
1998-99 9.1 7.7
1999-2000(P) 9.1 8.23

P-Provisional

Note: During 1997-98 & 1998-99 achievement was less than the target, due to general slow down in industry. Even then the growth rate of SSI sector rate of SSI sector was higher than that of large industry.

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1990-91	19.48 (6.86)	1,55,340	1,55,340 (9.46)	125.30 (4.77) 9,664 (26.74)
1991-92	20.82 (6.88)	1,78,699	1,60,156 (3.10)	129.80 (3.59) 13,883 (43.65)
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1994-95	25.71 (7.98)	2,93,990	1,99,427 (10.1)	146.56 (5.15) 29,068 (14.86)
1995-96	27.24 (5.95)	3,56,213	2,22,162 (11.40)	152.61 (4.13) 36,470 (25.50)
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1997-98	30.14 (5.5)	4,65,171	2,68,159 (8.43)	167.20 (4.5) 43,946 (11.97)
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1999-2000	32.25 (3.33)	5,78,470	3,12,576 (8.23)	177.30 (3.33) N.A.

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